



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

March 28, 2007

Mr. Loy Crapo
aka The Bug House
350 East 300 South
Post Office Box 1113
Delta, Utah 84624

Subject: Second Request for Signatures to Certificate of Deposit (CD) Letter Agreement and Bank Issuance of Administrative Hold Letter, Loy Crapo aka The Bug House, Fossil Lease 26068-A, ML 27618, Treasure Chest S/027/012, S/025/025, S/023/028 Kane County, Utah

Dear Mr. Crapo:

The Division has received the signed and notarized small mine reclamation contract for the ML 26068-A, ML 27618, and Treasure Chest site, and has completed and emailed the CD Letter agreement for each site to Wells Fargo Personal Banker, Ms. Shanon M. Young, shanon.m.young@wellsfargo.com.

In order to complete the surety paperwork process, please contact Ms. Young at Wells Fargo Bank and insist the following steps are implemented:

- The bank issue an administrative hold letter for each site with the originals sent to the Division – amounts are: \$8900.00, \$10,400.00, \$6000.00;
- The bank manager sign the CD Letter agreements for each site and send originals to the Division

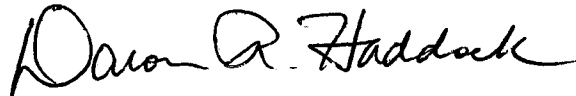
In addition, please go to the bank and sign and date the CD Letter agreements. Please ensure the original signature pages are mailed back to the Division along with the original Administrative Hold Letters.

Failure to furnish and maintain reclamation surety may result in permit withdrawal, after notice and opportunity for board hearing, cessation of mining operations, and/or requirement to reclaim all lands affected.

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Loy Crapo
S/025/025, S/027/012, S/023/028
March 27, 2007

Please direct your immediate attention to these requirements. Direct inquiries and correspondence to Ms. Beth Ericksen, Minerals Surety Coordinator, (801) 538-5318 or bethericksen@utah.gov.

Sincerely,



Daron R. Haddock
Permit Supervisor
Minerals Regulatory Program

DRH:BE:be
#2 Fed Ex

cc: Beth Ericksen, DOGM
Tom Munson, DOGM

Shanon Young, Wells Fargo N.A., (shanon.m.young@wellsfargo.com)

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From Please print, not press hard.

Date 3-29-2007 Sender's FedEx Account Number 30593982-0

Sender's Name Vickie Southwick Phone (801) 538-5304

Company Natural Resources Division Oil, Gas Mining

Address 1594 W North Temple Suite 1210

City Salt Lake City State UT ZIP 84114

Our Internal Billing Reference

OPTIONAL

To Recipient's Name Loy Crapo Phone (435) 864-2402

Company The Bug House

Address 350 EAST 300 South

HOLD at FedEx location, print FedEx address.

We cannot deliver to P.O. boxes or P.O. ZIP codes.

Address

City Delta State UT ZIP 84624

Try online shipping at fedex.com

By using this Airbill you agree to the service conditions on the back of this Airbill and in our current Service Guide, including terms that limit our liability.

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or call 1.800.Go.FedEx[®] 800.463.3339.

4a Express Package Service

☐ FedEx Priority Overnight
Next business morning

☐ FedEx Standard Overnight
Next business afternoon

Packages up to 150 lbs.
Delivery commitment may be later in some areas.
☐ FedEx First Overnight
Earliest next business morning
delivery to select locations

☐ FedEx 2Day
Second business day
FedEx Envelope rate not available. Minimum charge: One-pound rate

☐ FedEx Express Saver
Third business day

4b Express Freight Service

☐ FedEx 1Day Freight*
Next business day

☐ FedEx 2Day Freight
Second business day

Packages over 150 lbs.
Delivery commitment may be later in some areas.
☐ FedEx 3Day Freight
Third business day

* Call for Confirmation:

5 Packaging

* Declared value limit \$500

☐ FedEx Envelope*

☐ FedEx Pak*
Includes FedEx Small Pak, FedEx Large Pak, and FedEx Sturdy Pak

☐ Other

6 Special Handling

SATURDAY Delivery
☐ Available ONLY for
FedEx Priority Overnight and
FedEx 2Day to select ZIP codes

HOLD Weekday
at FedEx Location
☐ NOT Available for
FedEx First Overnight

HOLD Saturday
at FedEx Location
☐ Available ONLY for
FedEx Priority Overnight and
FedEx 2Day to select locations

Does this shipment contain dangerous goods?

One box must be checked.

☐ No

☐ Yes

As per attached
Shipper's Declaration

☐ Yes
Shipper's Declaration
not required

☐ Dry Ice

Dry Ice, 9, UN 1845

x kg

Dangerous Goods (including Dry Ice) cannot be shipped in FedEx packaging.

☐ Cargo Aircraft Only

7 Payment Bill to:

Enter FedEx Acct. No. or Credit Card No. below.

☐ Sender
Acct. No. in Section
1 will be billed.

☐ Recipient

☐ Third Party

☐ Credit Card

☐ Cash/Check

FedEx Acct. No.
Credit Card No.

Exp.
Date

Total Packages

Total Weight

Total Declared Value¹

\$.00

¹Our liability is limited to \$100 unless you declare a higher value. See back for details.

FedEx Use Only

8 Release Signature

Sign to authorize delivery without obtaining signature.

By signing you authorize us to deliver this shipment without obtaining a signature and agree to indemnify and hold us harmless from any resulting claims.

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